

Meeting Date: 12-09-08

AGENDA REPORT

Agenda Item # 7B-1

City of Santa Clara, California



Date: December 2, 2008
To: City Manager for Council Action
From: John C. Roukema, Director of Electric Utility
Subject: Approval of Amendment No. 1 to Service Agreement with Standard Aero LTD, to Provide Maintenance, Repair and Parts for the Allison Gas Turbines

EXECUTIVE SUMMARY:

On August 30, 2007, the City entered into a three year Agreement with Standard Aero to perform turbine maintenance and repair services for the gas turbines installed at the Cogeneration (Cogen) Power Plant. Amendment No. 1 to the Service Agreement has been requested by staff, due to the need for additional funds to continue uninterrupted service necessary to keep the Cogen turbines operational. A copy of Amendment No. 1 is available for review in the Council Offices.

ADVANTAGES AND DISADVANTAGES OF ISSUE:

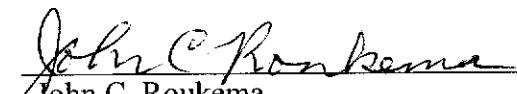
This Amendment will allow SVP to continue receiving turbine repair and maintenance services from Standard Aero, to maintaining high availability and reliability of the Cogen turbines.

ECONOMIC/FISCAL IMPACT:


The cost of the original contract was \$50,000.00. Amendment No. 1 increases this amount by \$500,000.00 for a total contract cost not to exceed \$550,000.00. Sufficient funds are available in the Electric Department capital project Major Engine Overhaul and Repair for DVR, Cogen and Gianera Account [591-1377-80300-2127-(I)9170-(F)34500].

RECOMMENDATION:

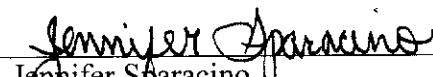
That Council approve, and authorize the City Manager to execute, Amendment No. 1 to Service Agreement with Standard Aero LTD, in an amount not to exceed \$500,000.00, to provide maintenance, repair and parts for the Allison Gas Turbines.


John C. Roukema
Director of Electric Utility

Certified as to Availability of Funds ⁹⁶
591-1377-80300-2127 \$500,000.00


Mary Ann Parrot
Director of Finance

APPROVED


Jennifer Sparacino
City Manager

MAJORITY VOTE OF COUNCIL

Documents Related to this Report:

- 1) Amendment No. 1 to Service Agreement with Standard Aero LTD.

CITY OF SANTA CLARA
AGENDA MATERIAL ROUTE SHEET

Council Date: December 9, 2008

SUBJECT: Approval of Amendment No. 1 to the Service Agreement with Standard Aero, LTD to Provide Maintenance, Repair and Parts for the Allison Gas Turbines

CERTIFICATION

The proposed Amendment No. 1 to the Service Agreement with Standard Aero, LTD

Regarding: Maintenance, Repair and Parts for the Allison Gas Turbines

has been reviewed and is hereby certified.

PUBLICATION REQUIRED:

The attached Notice/Resolution/Ordinance is to be published ____ time(s) at least ____ days before the scheduled meeting/public hearing/bid opening/etc., which is scheduled for _____, 2008.

AUTHORITY SOURCE FOR PUBLICATION REQUIREMENT:

Federal Codes:

Title _____ U.S.C. § _____
(Titles run 1 through 50)

California Codes:

Code _____ § _____
(i.e., Government, Street and Highway, Public Resources)

Federal Regulations:

Title _____ C.F.R. § _____
(Titles run 1 through 50)

California Regulations:

Title _____ California Code of Regulations § _____
(Titles run 1 through 28)

City

City Charter § _____ (i.e., 1310. Public Works Contracts. Notice published at least once at least ten days before bid opening)

City Code § _____

1. As to City Functions, by

John C. Ronkema
Department Head

2. As to Legality, by

Snidman Speck HL
City Attorney's Office/CAO Assignment No. 08.1590

3. As to Environmental
Impact Requirements, by

Director of Planning and Inspection

4. As to Substance, by

J. Sparano
City Manager

Revision Date: June 7, 2005